
Tobin & Co.

Central Lake Township

Antrim County, Michigan

Audit Report

For the Year Ended March 31, 2004

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

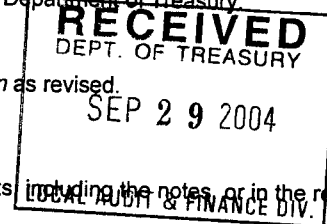
Local Government Type <input type="checkbox"/> City <input checked="" type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Government Name Central Lake Township	County Antrim
Audit Date 3/31/04	Opinion Date 9/20/04	Date Accountant Report Submitted to State: 9/28/04	

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements including the notes, or in the report of comments and recommendations



You must check the applicable box for each item below.

- ☐ Yes ☒ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☒ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☒ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☒ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☒ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☒ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☒ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☒ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☒ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:

	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			
Reports on individual federal financial assistance programs (program audits).			
Single Audit Reports (ASLGU).			

Certified Public Accountant (Firm Name) Tobin & Co., PC			
Street Address 400 E. Eighth St.	City Traverse City	State MI	ZIP 49686
Accountant Signature <i>John D. Tobin</i>		Date	

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INTRODUCTORY SECTION

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Comments and Recommendations

We have audited the general purpose financial statements and the combining and individual fund and account group financial statements of Central Lake Township, Antrim County, for the year ended March 31, 2004 and have issued our report thereon. As part of our examination, we made a study and evaluation of the Township's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. The purpose of our study and evaluation was to determine the nature, timing and extent of the auditing procedures necessary for expressing an opinion on the Township's financial statements. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole.

Our study and evaluation made for the limited purpose described above would not necessarily disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal control of Central Lake Township taken as a whole. As a result of our examination, we respectfully submit the following comments and recommendations.

General

Records were maintained in good condition by your Clerk and Treasurer. Recorded revenues were deposited intact, journals and ledgers were in properly posted, Board minutes were maintained in proper order, and supporting documents and follow-up procedures appeared to be in very good order. The efforts of these officials for 2003-2004 are commendable.

Budgets and Procedures

The Township prepared and adopted budgets for its General and Special Revenue Funds. The Fire Fund budgets for expenditures and operating transfers were exceeded.

Property Tax Collections

2003 property taxes collected were distributed to taxing units prior to the end of the fiscal year. This function was handled in an excellent manner by the Treasurer.

Schedule 11 reflects the amount levied, collected and returned delinquent for the 2003 property tax levy.

General Fixed Assets

Note 4 reflects the acquisitions of general fixed assets during the audit year. An inventory of the general fixed assets should be performed annually.

Property Tax Administration Fees

As permitted by statute, an administration fee of 1% was levied on all 2003 property taxes. Fees collected may be used only to offset such property tax administration costs as assessing, collecting and the review and appeal process. As reflected on Schedule 12, costs exceeded amounts collected by \$5,190 for the year. The accumulated excess of costs over amounts collected is \$77,380 at March 31, 2004.

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Comments and Recommendations

Insurance and Surety Bond Coverage

Records reflect that the Township is insured through Municipal Underwriters of Michigan and has such coverage as fire, general and auto liability, equipment, errors and omissions, crime and workmen's compensation. Coverage was reviewed during the audit year. The Clerk, Treasurer, Deputy Clerk, Deputy Treasurer and Supervisor have surety bond coverage.

Payroll Procedures

Payroll procedures and filing of payroll tax returns were handled in a proper manner by the Township Clerk.

Other Data

Surplus funds were invested during the year in interest bearing bank accounts and in a mutual fund which invests in securities that are legal investments for local units of government. This practice resulted in earned interest of over \$18,000 for the audit year. We commend the Treasurer and other Board members for the practices and policies which resulted in this additional revenue.

After the completion of our audit, we will mail the necessary copies of our report to the State Department of Treasury.

Your confidence is respected. Please contact us if questions arise or assistance is needed.

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FINANCIAL SECTION

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REPORT OF INDEPENDENT AUDITOR

To the Township Board
Central Lake Township
Antrim County
Antrim, Michigan 49646

We have audited the general purpose financial statements of Central Lake Township as of and for the year ended March 31, 2004, as listed in the Table of Contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly in all material respects, the financial position of such funds of Central Lake Township at March 31, 2004, and the results of operations and the cash flows of non-expendable trust funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The individual fund and account group financial statements and schedules listed in the Table of Contents are presented for the purposes of additional analysis and are not a required part of the general purpose financial statements of Central Lake Township. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

Tobin & Co., P.C.

TOBIN & CO., P.C.
Certified Public Accountants
September 20, 2004

Central Lake TownshipExhibit ACombined Balance Sheet – All Fund Types and Account GroupsMarch 31, 2004

<u>Assets</u>	<u>Governmental Fund Types</u>	
	<u>General</u>	<u>Special Revenue</u>
Cash in Bank	\$ 327,421	\$ 411,186
Investments	63,163	116,479
Taxes Receivable – Delinquent	10,137	22,056
Land and Improvements	-	-
Buildings and Improvements	-	-
Machinery and Equipment	-	-
Vehicles	-	-
Total Assets	<u>\$ 400,721</u>	<u>\$ 549,721</u>
<u>Liabilities and Fund Equity</u>		
Liabilities:		
Accounts Payable	\$ 496	\$ -
Undistributed Taxes and Interest	-	-
Deferred Revenue	<u>10,137</u>	<u>22,056</u>
Total Liabilities	<u>10,633</u>	<u>22,056</u>
Fund Equity:		
Investment in General Fixed Assets	-	-
Fund Balance – Unrestricted	390,088	527,665
Fund Balance – Restricted	<u>-</u>	<u>-</u>
Total Fund Equity	<u>390,088</u>	<u>527,665</u>
Total Liabilities and Fund Equity	<u>\$ 400,721</u>	<u>\$ 549,721</u>

The Notes to the Financial Statements are an integral part of this statement.

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<u>Fiduciary Fund Types</u>		<u>Account Group</u>	
<u>Agency</u>	<u>Non-Exp Trust</u>	<u>General Fixed Assets</u>	<u>Total (Memo Only)</u>
\$ 9	\$ 52,964	\$ -	\$ 791,580
-	-	-	179,642
-	-	-	32,193
-	-	142,158	142,158
-	-	756,943	756,943
-	-	455,393	455,393
-	-	507,822	507,822
<u>\$ 9</u>	<u>\$ 52,964</u>	<u>\$ 1,862,316</u>	<u>\$ 2,865,731</u>
\$ -	\$ -	\$ -	\$ 496
9	-	-	9
-	-	-	32,193
<u>9</u>	<u>-</u>	<u>-</u>	<u>32,698</u>
-	-	1,862,316	1,862,316
-	12,070	-	929,823
-	40,894	-	40,894
<u>-</u>	<u>52,964</u>	<u>1,862,316</u>	<u>2,833,033</u>
<u>\$ 9</u>	<u>\$ 52,964</u>	<u>\$ 1,862,316</u>	<u>\$ 2,865,731</u>

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Central Lake Township

Exhibit B

Combined Statement of Revenues, Expenditures and Changes in Fund Balance

All Governmental Fund Types

For the Year Ended March 31, 2004

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Total (Memo Only)</u>
<u>Revenues</u>			
Taxes	\$ 118,821	\$ 247,614	\$ 366,435
Federal and State Grants	91,424	744	92,168
Charges for Services	52,698	-	52,698
Interest and Rents	15,218	8,728	23,946
Other	6,259	-	6,259
Total Revenues	<u>284,420</u>	<u>257,086</u>	<u>541,506</u>
<u>Expenditures</u>			
Legislative	20,408	-	20,408
General Government	95,388	-	95,388
Public Safety	-	226,996	226,996
Public Works	58,884	79,050	137,934
Recreation and Culture	3,166	-	3,166
Other	30,872	-	30,872
Total Expenditures	<u>208,718</u>	<u>306,046</u>	<u>514,764</u>
<u>Excess Revenues (Expenditures)</u>	<u>75,702</u>	<u>(48,960)</u>	<u>26,742</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In	-	29,000	29,000
Operating Transfers Out	-	(29,000)	(29,000)
Total	<u>-</u>	<u>-</u>	<u>-</u>
<u>Excess Revenues (Expenditures) and Other Financing Sources (Uses)</u>	<u>75,702</u>	<u>(48,960)</u>	<u>26,742</u>
<u>Fund Balance – Beginning of Year</u>	<u>314,386</u>	<u>576,625</u>	<u>891,011</u>
<u>Fund Balance – End of Year</u>	<u>\$ 390,088</u>	<u>\$ 527,665</u>	<u>\$ 917,753</u>

The Notes to the Financial Statements are an integral part of this statement.

Combined Statement of Revenues, Expenditures and Changes in Fund BalanceBudget and ActualGeneral Fund and Special Revenue FundFor the Year Ended March 31, 2004

	<u>General Fund</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Taxes	\$ 112,000	\$ 118,821	\$ 6,821
Federal and State Grants	90,000	91,424	1,424
Charges for Services	46,500	52,698	6,198
Interest and Rents	10,500	15,218	4,718
Other	5,000	6,259	1,259
Total Revenues	<u>264,000</u>	<u>284,420</u>	<u>20,420</u>
<u>Expenditures</u>			
Legislative	22,224	20,408	1,816
General Government	109,163	95,388	13,775
Public Safety	-	-	-
Public Works	65,095	58,884	6,211
Recreation and Culture	6,144	3,166	2,978
Other	61,374	30,872	30,502
Total Expenditures	<u>264,000</u>	<u>208,718</u>	<u>55,282</u>
<u>Excess Revenues (Expenditures)</u>	<u>-</u>	<u>75,702</u>	<u>75,702</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In	-	-	-
Operating Transfers Out	-	-	-
Total	<u>-</u>	<u>-</u>	<u>-</u>
<u>Excess Revenues (Expenditures) and Other Financing Sources (Uses)</u>	<u>\$ -</u>	<u>75,702</u>	<u>\$ 75,702</u>
<u>Fund Balance -- Beginning of Year</u>		<u>314,386</u>	
<u>Fund Balance -- End of Year</u>		<u>\$ 390,088</u>	

(1) Budgeted from Fund Balance

The Notes to the Financial Statements are an integral part of this statement.

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<u>Special Revenues Funds</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 296,075	\$ 247,614	\$ (48,461)
-	744	744
6,000	-	(6,000)
13,500	8,728	(4,772)
-	-	-
<u>315,575</u>	<u>257,086</u>	<u>(58,489)</u>
-	-	-
-	-	-
225,014	226,996	(1,982)
161,000	79,050	81,950
-	-	-
-	-	-
<u>386,014</u>	<u>306,046</u>	<u>79,968</u>
<u>(70,439)</u>	<u>(48,960)</u>	<u>21,479</u>
-	29,000	29,000
<u>(13,575)</u>	<u>(29,000)</u>	<u>(15,425)</u>
<u>(13,575)</u>	<u>-</u>	<u>13,575</u>
<u>\$(1)(84,014)</u>	<u>(48,960)</u>	<u>\$ 35,054</u>
	<u>576,625</u>	
	<u>\$ 527,665</u>	

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Central Lake Township

Exhibit D

Comparative Statement of Revenues, Expenses and Changes in

Retained Earnings/Fund Balances

All Proprietary Fund Types and Similar Trust Funds

For the Year Ended March 31, 2004

	<u>Fiduciary Fund Type</u>
	<u>Non-expendable Trust</u>
	<u>Cemetery</u>
	<u>Perpetual Care</u>
	<u>2004</u>
<u>Operating Revenues</u>	
Perpetual Care Deposits	\$ 1,350
Earned Interest	<u>211</u>
Total	<u>1,561</u>
Operating Expenses	<u>5,000</u>
Total	<u>5,000</u>
Net (Loss)	(3,439)
Retained Earnings/Fund Balance -- Beginning of Year	<u>44,333</u>
Retained Earnings/Fund Balance -- End of Year	<u>\$ 40,894</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Exhibit E

Combined Statement of Cash Flows

All Proprietary Fund Types and Similar Trust Funds

For the Year Ended March 31, 2004

	<u>Fiduciary Fund Type</u> <u>Non-expendable Trust</u> Cemetery <u>Perpetual Care</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$ 1,350
Interest Earned	211
Expenditures – Maintenance	<u>(5,000)</u>
Net Cash (Used) by Operating Activities	<u>(3,439)</u>
Net (Decrease) in Cash and Cash Equivalents	(3,439)
Cash and Cash Equivalents at Beginning of Year	<u>44,333</u>
Cash and Cash Equivalents at End of Year	<u>\$ 40,894</u>

Combined Schedule of Reconciliation of Net Income to Net Cash (Used) by Operating Activities

Net (Loss)	\$ (3,439)
Adjustments to Reconcile Net Income to Net Cash Flow Provided by Operating Activities:	<u>-</u>
Net Cash (Used) by Operating Activities	<u>\$ (3,439)</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Notes to Financial Statements

March 31, 2004

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Central Lake Township is a general law township located in Antrim County, Michigan. Population as of the 2000 census was 2,254, and the current State equalized and taxable values are \$158,984,686 and \$94,341,719, respectively.

The Township's general purpose financial statements include the accounts of all Township operations. The criteria for including organizations within the Township's reporting entity, as set forth in GASB No. 14, *The Financial Reporting Entity* includes oversight responsibility, fiscal dependency and whether the financial statements would be misleading if data were not included.

Based on the above criteria, there are no other organizations included in these financial statements.

B. Basis of Presentation

The accounts of the Township are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the Township funds not recorded directly in those funds.

The financial activities of the Township are recorded in separate self-balancing funds and account groups, categorized and described as follows:

Governmental Funds

General Fund

This fund is used to account for all financial resources except those provided for in another fund. Revenues are primarily derived from property taxes, State aid, charges for services and interest earned on invested surplus funds to provide for the general operation of the Township.

Tobin & Co.

Central Lake Township

Notes to Financial Statements

March 31, 2004

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (Continued)

Special Revenue Funds

These funds are used to account for specific revenue (other than special assessments, expendable trusts, or major capital projects) derived from General Fund appropriations, property tax assessments, and charges for services which are to be expended for specific purposes as dictated by legal, regulatory or administrative requirements.

Fiduciary Funds

These funds are used to account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. These funds include: Nonexpendable Trust and Agency Funds.

Account Groups

General Fixed Assets – This account group is used to account for the Township's fixed assets utilized in its general operations, other than those accounted for in proprietary or trust funds.

General Long-Term Debt – This account group presents the balance of general obligation long-term debt which is not recorded in proprietary or trust funds.

C. Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures (expenses) are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied. The accounting policies of the Township conform to generally accepted accounting principles as applicable to governmental units.

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Central Lake Township

Notes to Financial Statements

March 31, 2004

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus/Basis of Accounting

Governmental Funds

The Governmental Fund Types (General and Special Revenue) use a financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Current expenditures are generally recorded when the fund liability is incurred, if measurable. Exceptions to this general rule include principal and interest on long-term debt, which is recognized when due.

Fiduciary Funds

The Fiduciary Funds are maintained on a cash basis which is consistent with the accounting measurement objective of the funds. Reporting these funds on a cash basis does not have an effect materially different from reporting them on the accrual or modified accrual basis as required by accounting principles generally accepted in the United States of America.

Other Financing Sources (Uses)

The transfers of cash between the various Township funds are budgeted by reported separately from revenues and expenditures as operating transfers in or (out), unless they represent temporary advances that are to be repaid, in which case, they are carried as assets and liabilities of the advancing or borrowing funds.

D. Budgets and Budgetary Accounting

Use of Estimates

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Tobin & Co.

Central Lake Township

Notes to Financial Statements

March 31, 2004

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets and Budgetary Accounting (Continued)

Budgets are adopted by the Township Board for the general and special revenue funds. The budget basis of accounting does not differ significantly from the modified accrual basis used to reflect actual revenues and expenditures for these funds. The budget is adopted at the activity level and control is exercised at the activity level.

The budgeted revenues and expenditures of governmental fund types, as presented in Exhibit C, include authorized amendments to the original budget as adopted.

E. Assets, Liabilities and Fund Equity

Cash and Cash Equivalents

Cash consists of demand and time deposits, including certificates of deposits, in financial institutions. For purposes of the statement of cash flows, all highly liquid investments with a maturity of three months or less when purchased are considered to be cash equivalents.

Investments

Investments are recorded at cost which approximates market value.

General Fixed Assets

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain general fixed assets consisting of roads, bridges, curbs, gutters, streets, sidewalks, drainage systems and lighting systems are excluded from general fixed assets because such items are immovable and of value only to the Township. General fixed assets are not subject to annual depreciation expense.

Fixed assets are recorded at historical cost. Donated fixed assets are valued and recorded at the fair market value at date of receipt.

Tobin & Co.

Central Lake Township

Notes to Financial Statements

March 31, 2004

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Property Tax Procedures and Collections

Properties are assessed as of December 31 and the related property taxes become a lien the following July 1 and/or December 1. Real property taxes are collected by the Township Treasurer through February 28 of each year. As of March 1, uncollected real property taxes are returned delinquent to, and collected by, the County Treasurer. Personal property taxes remain the responsibility of the Township Treasurer to collect.

During the collection period prior to March 1, the Township Treasurer makes distribution of the property tax collections to the various taxing units (County, School District, etc.) as required by statute.

Deferred revenue comprises the delinquent property taxes returned to the County Treasurer. The amount is recognized as revenue when received because it is not considered available to finance current year operations.

For the fiscal year the Township levied property taxes as follows:

	<u>SEV</u>	<u>Taxable Value</u>	<u>Millage Rate</u>
General Operating	\$158,984,686	\$ 94,341,719	.9529
Fire Protection	\$158,984,686	\$ 94,341,719	1.6500
Roads	\$158,984,686	\$ 94,341,719	.9873
Ambulance	\$158,984,686	\$ 94,341,719	.4936

G. Total Column

The "total" columns on the combined financial statements are captioned "memo only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Inter-fund transactions have not been eliminated in the aggregation of this data.

H. Investments

At March 31, 2004, the Township investments consisted of a mutual fund comprised of investments which are legal for direct investment by local units of government in Michigan.

Tobin & Co.

Central Lake Township

Notes to Financial Statements

March 31, 2004

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

- A. We noted no violations of legal provisions and/or contractual provisions of various agreements related to financial matters.
- B. All funds had positive fund balances at March 31, 2004.
- C. Public Act 621 of 1978, Section 18, provides that a local unit shall not incur expenditures in excess of the amount appropriated. For the year ended March 31, 2004, there were three instances in which expenditures exceeded budgeted amounts.

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS

A. Legal Provisions for Deposits and Investments

Act 20, Public Acts of 1943, as amended by Act 217, Public Acts of 1982, and Act 196, Public Acts of 1997, states that the Township, by resolution, may authorize the Treasurer to invest surplus funds as follows:

- (1) In bonds and other direct obligations of the United States or an agency or instrumentality of the United States.
- (2) In certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank which is a member of the Federal Deposit Insurance Corporation or a savings and loan association which is a member of the Federal Savings and Loan Insurance Corporation or a credit union which is insured by the National Credit Union Administration, but only if the bank, savings and loan association, or credit union complies with subsection (2).
- (3) In commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and which matures not more than 270 days after date of purchase.
- (4) Repurchase agreements consisting of instruments defined in (1) above.
- (5) In bankers' acceptances of United States Banks.
- (6) Obligations of the State of Michigan or any of its political subdivisions that at the time of purchase are rated as investment grade by not less than one standard rating service.

Tobin & Co.

Central Lake Township

Notes to Financial Statements

March 31, 2004

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS (Continued)

A. Legal Provisions for Deposits and Investments (Continued)

- (7) In mutual funds registered under the investment company Act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by local units of government in Michigan.

B. Types of Deposits and Investments

The Township had \$841,169 deposited with local financial institutions at March 31, 2004 with a carrying value of \$791,580. Interpreting the FDIC insurance coverage of \$100,000 of demand deposits and \$100,000 of time deposits per financial institution, the Township had \$598,445 of uninsured deposits at March 31, 2004.

NOTE 4 - STATEMENTS OF CHANGES IN GENERAL FIXED ASSETS

	Balance 3/31/03	Additions	Deletions	Balance 3/31/04
Land and Improvements	\$ 54,644	\$ 87,514	\$ -	\$ 142,158
Buildings and Improvements	742,415	14,528	-	756,943
Machinery and Equipment	433,834	21,559	-	455,393
Vehicles	507,822	-	-	507,822
Total	<u>\$1,738,715</u>	<u>\$ 123,601</u>	<u>\$ -</u>	<u>\$1,862,316</u>

NOTE 5 - LOANS AND TRANSFERS BETWEEN FUNDS

During the year the following amounts were transferred between funds:

Fire Fund to Equipment Replacement Fund	\$ 20,000
Fire Fund to Longevity Fund	9,000

NOTE 6 - INVENTORIES

Central Lake Township does not maintain a substantial inventory of supplies or materials. Purchases are normally made as needed, and the items are recorded as expenses when purchased.

Tobin & Co.

Central Lake Township

Notes to Financial Statements

March 31, 2004

NOTE 7 - PENSION PLAN

The Township participates in a non-contributory defined contribution pension plan through Manufacturers Life Insurance. By Board resolution, the Township pays the entire premium. The plan covers all elected officials. Total payroll of the Township for the year was \$148,385, including \$59,034 covered by the plan.

Required contributions to the plan are equal to 10% of covered annual wages and amounted to \$5,903 for the year. Participants are 100% vested at the time of contribution.

The Township provides social security coverage for its officials and employees as required by law.

NOTE 8 - ACCOUNTS/TAXES RECEIVABLE

The taxes receivable of \$32,193 at March 31, 2004 represents 2003 property taxes returned delinquent to the County Treasurer as of March 1, 2004. This receivable is offset by deferred revenues. Revenue recognition is deferred until taxes are received from the County as the above funds are not available for expenditures or obligations of the audit year.

NOTE 9 - CONTINGENT LIABILITIES

Township officials are not aware of any contingent liabilities on the part of the Township.

NOTE 10- RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the audit year the Township addressed these risks through the purchase of commercial insurance through Municipal Underwriters of Michigan. There was no significant reduction of insurance coverage from prior years nor have the amounts of any settlements exceeded insurance coverage in any of the past three fiscal years.

SUPPLEMENTAL DATA SECTION

Tobin & Co.

Central Lake Township

Schedule 1

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Statement of Revenues, Expenditures and Changes in Fund Balance

General Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Taxes			
Current Property Taxes	\$ 75,000	\$ 83,855	\$ 8,855
Delinquent Property Taxes	11,000	8,802	(2,198)
Property Tax Administration Fees	26,000	26,164	164
State Grants:			
State Shared Revenues	90,000	91,424	1,424
Charges for Services:			
Contracted Services – Waste Disposal	46,500	52,698	6,198
Interest and Rents:			
Earned Interest	5,500	9,963	4,463
Rents and Royalties	5,000	5,255	255
Other:			
Miscellaneous	<u>5,000</u>	<u>6,259</u>	<u>1,259</u>
Total Revenues	<u>264,000</u>	<u>284,420</u>	<u>20,420</u>
<u>Expenditures</u>			
Legislative:			
Township Board:			
Salaries and Wages	3,024	2,310	714
Legal and Audit	3,350	3,135	215
Office Supplies	1,450	405	1,045
Dues	1,650	1,671	(21)
Printing and Publishing	1,400	1,394	6
Repairs	3,000	3,461	(461)
Education and Training	4,000	3,186	814
Computer Services	600	350	250
Other Expenses	<u>3,750</u>	<u>4,496</u>	<u>(746)</u>
Total Legislative	<u>22,224</u>	<u>20,408</u>	<u>1,816</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 1

Page 2

Statement of Revenues, Expenditures and Changes in Fund Balance

General Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
General Government:			
Township Supervisor:			
Salaries and Wages	9,525	9,273	252
Supplies	50	-	50
Education and Miscellaneous	<u>100</u>	<u>-</u>	<u>100</u>
Total	<u>9,675</u>	<u>9,273</u>	<u>402</u>
Elections:			
Salaries – Clerical	1,000	1,030	(30)
Office Supplies	300	287	13
Miscellaneous	<u>50</u>	<u>-</u>	<u>50</u>
Total	<u>1,350</u>	<u>1,317</u>	<u>33</u>
Assessor:			
Contracted Services	17,570	17,570	-
Supplies	350	40	310
Postage	1,000	1,009	(9)
Computer Services	3,200	2,604	596
Education and Training	<u>100</u>	<u>-</u>	<u>100</u>
Total	<u>22,220</u>	<u>21,223</u>	<u>997</u>
Clerk:			
Salaries and Wages	13,006	13,006	-
Salaries and Wages - Clerical	1,000	746	254
Office Supplies	500	297	203
Postage	250	250	-
Dues	50	-	50
Education	300	96	204
Miscellaneous	<u>100</u>	<u>16</u>	<u>84</u>
Total	<u>15,206</u>	<u>14,411</u>	<u>795</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 1

Page 3

Statement of Revenues, Expenditures and Changes in Fund Balance

General Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Expenditures (Continued)</u>			
General Government:			
Board of Review:			
Salaries and Wages	1,000	1,090	(90)
Salaries and Wages – Clerical	200	124	76
Printing and Publishing	100	105	(5)
Education	300	-	300
Miscellaneous	25	-	25
Total	<u>1,625</u>	<u>1,319</u>	<u>306</u>
Treasurer:			
Salaries and Wages	12,810	12,810	-
Salaries and Wages - Clerical	4,000	3,786	214
Office Supplies	750	866	(116)
Postage	3,000	2,579	421
Dues	-	35	(35)
Printing and Publishing	350	26	324
Computer Services	1,800	1,929	(129)
Education	350	-	350
Total	<u>23,060</u>	<u>22,031</u>	<u>1,029</u>
Township Hall and Grounds:			
Salaries and Wages	6,281	6,281	-
Office Supplies	1,400	816	584
Contracted Services	800	393	407
Telephone	2,500	2,645	(145)
Utilities	5,000	4,806	194
Maintenance and Repairs	5,000	1,485	3,515
Total	<u>20,981</u>	<u>16,426</u>	<u>4,555</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 1

Page 4

Statement of Revenues, Expenditures and Changes in Fund Balance

General Fund

For the Year Ended March 31, 2004

	Budget	Actual	Variance Favorable (Unfavorable)
<u>Expenditures (Continued)</u>			
Planning:			
Salaries and Wages	400	-	400
Office Supplies	100	-	100
Legal	500	-	500
Printing and Publishing	500	-	500
Total	1,500	-	1,500
Cemetery:			
Salaries and Wages	3,896	3,894	2
Supplies	750	654	96
Contracted Services	6,000	1,959	4,041
Publishing	50	36	14
Utilities	350	371	(21)
Maintenance and Repairs	1,000	1,043	(43)
Miscellaneous	1,500	1,431	69
Total	13,546	9,388	4,158
Total General Government	109,163	95,388	13,775
Public Works:			
Waste Receiving Station:			
Salaries and Wages	9,145	9,143	2
Contracted Services	11,000	11,060	(60)
Telephone	800	720	80
Supplies	1,700	1,753	(53)
Compactor	21,325	17,607	3,718
Utilities	900	695	205
Recycle Trailer	13,725	15,306	(1,581)
Maintenance and Repairs	3,000	1,061	1,939
Scrap Metal and Appliances	2,500	868	1,632
Miscellaneous	1,000	671	329
Total Public Works	65,095	58,884	6,211

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 1

Page 5

Statement of Revenues, Expenditures and Changes in Fund Balance

General Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Expenditures (Continued)</u>			
Recreation and Culture:			
Parks and Recreation:			
Salaries and Wages	3,894	2,520	1,374
Supplies	1,500	646	854
Contracted Services	<u>750</u>	<u>-</u>	<u>750</u>
Total Recreation and Culture	<u>6,144</u>	<u>3,166</u>	<u>2,978</u>
Other Functions/Expenses:			
Payroll Taxes and Fringe Benefits	17,908	18,014	(106)
Insurance	6,500	6,456	44
Capital Outlay	16,500	6,402	10,098
Contingency	<u>20,466</u>	<u>-</u>	<u>20,466</u>
Total Other Functions/Expenses	<u>61,374</u>	<u>30,872</u>	<u>30,502</u>
Total Expenditures	<u>264,000</u>	<u>208,718</u>	<u>55,282</u>
<u>Excess Revenues (Expenditures)</u>	<u>\$ -</u>	75,702	<u>\$ 75,702</u>
<u>Fund Balance</u> – Beginning of Year		<u>314,386</u>	
<u>Fund Balance</u> – End of Year		<u>\$ 390,088</u>	

The Notes to the Financial Statements are an integral part of this statement.

Central Lake Township

Schedule 2

Combining Balance Sheet

All Special Revenue Funds

March 31, 2004

	<u>Fire Fund</u>	<u>Public Improvement Fund</u>	<u>Fire Equipment Replacement Fund</u>
<u>Assets</u>			
Cash in Bank	\$ 553	\$ 456	\$ 63
Investments	200,996	168,660	98,968
Taxes Receivable – Delinquent	<u>13,734</u>	<u>8,322</u>	<u>-</u>
Total Assets	<u>\$ 215,283</u>	<u>\$ 177,438</u>	<u>\$ 99,031</u>
<u>Liabilities and Fund Equity</u>			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Deferred Revenue	<u>13,734</u>	<u>8,322</u>	<u>-</u>
Total Liabilities	<u>13,734</u>	<u>8,322</u>	<u>-</u>
Fund Equity:			
Fund Balance – Unrestricted	201,549	169,116	99,031
Fund Balance - Restricted	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Equity	<u>201,549</u>	<u>169,116</u>	<u>99,031</u>
Total Liabilities and Fund Equity	<u>\$ 215,283</u>	<u>\$ 177,438</u>	<u>\$ 99,031</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

<u>Budget Stabilization Fund</u>	<u>Longevity Fund</u>	<u>Totals</u>
\$ -	\$ -	\$ 1,072
38,749	19,220	526,593
<u>-</u>	<u>-</u>	<u>22,056</u>
<u>\$ 38,749</u>	<u>\$ 19,220</u>	<u>\$ 549,721</u>
\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>22,056</u>
<u>-</u>	<u>-</u>	<u>22,056</u>
38,749	19,220	527,665
<u>-</u>	<u>-</u>	<u>-</u>
<u>38,749</u>	<u>19,220</u>	<u>527,665</u>
<u>\$ 38,749</u>	<u>\$ 19,220</u>	<u>\$ 549,721</u>

Central Lake TownshipSchedule 3Combined Statements of Revenues, Expenditures and Changes In Fund BalanceAll Special Revenue FundsFor the Year Ended March 31, 2004

	<u>Fire Fund</u>	<u>Public Improvement Fund</u>	<u>Fire Equipment Replacement Fund</u>
<u>Revenues</u>			
Taxes	\$ 153,785	\$ 93,829	\$ -
Federal and State Grants	-	744	-
Charges for Services	-	-	-
Interest and Rents	2,965	2,673	1,712
Other	-	-	-
Total	<u>156,750</u>	<u>97,246</u>	<u>1,712</u>
<u>Expenditures</u>			
Public Safety	139,482	-	-
Public Works	-	79,050	-
Total	<u>139,482</u>	<u>79,050</u>	<u>-</u>
<u>Excess Revenues (Expenditures)</u>	<u>17,268</u>	<u>18,196</u>	<u>1,712</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	-	-	20,000
Transfers Out	(29,000)	-	-
Total	<u>(29,000)</u>	<u>-</u>	<u>20,000</u>
<u>Excess Revenues (Expenditures) and Other Financing Sources (Uses)</u>	<u>(11,732)</u>	<u>18,196</u>	<u>21,712</u>
<u>Fund Balance – Beginning of Year</u>	<u>213,281</u>	<u>150,920</u>	<u>77,319</u>
<u>Fund Balance – End of Year</u>	<u>\$ 201,549</u>	<u>\$ 169,116</u>	<u>\$ 99,031</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

<u>Budget Stabilization Fund</u>	<u>Longevity Fund</u>	<u>Totals</u>
\$ -	\$ -	\$ 247,614
-	-	744
-	-	-
1,158	220	8,728
-	-	-
<u>1,158</u>	<u>220</u>	<u>257,086</u>
87,514	-	226,996
-	-	79,050
<u>87,514</u>	<u>-</u>	<u>306,046</u>
<u>(86,356)</u>	<u>220</u>	<u>(48,960)</u>
-	9,000	29,000
-	-	(29,000)
-	9,000	-
(86,356)	9,220	(48,960)
<u>125,105</u>	<u>10,000</u>	<u>576,625</u>
<u>\$ 38,749</u>	<u>\$ 19,220</u>	<u>\$ 527,665</u>

Tobin & Co.

Central Lake Township

Schedule 4

Page 1

Statement of Revenues, Expenditures and Changes in Fund Balance

Fire Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Taxes:			
Current Property Taxes	\$ 115,575	\$ 140,260	\$ 24,685
Delinquent Property Taxes	25,500	13,525	(11,975)
Charges for Services:			
Fire Runs	6,000	-	(6,000)
Interest and Rents:			
Earned Interest	4,000	2,965	(1,035)
Other:			
Donations and Miscellaneous	-	-	-
Total	<u>151,075</u>	<u>156,750</u>	<u>5,675</u>
<u>Expenditures</u>			
Salaries and Wages	52,000	65,002	(13,002)
Payroll Taxes	4,000	4,973	(973)
Supplies – Including Medical	7,500	5,201	2,299
Gas and Oil	3,000	1,012	1,988
Professional Services	1,150	853	297
Fire Prevention	1,000	710	290
Telephone	1,600	1,537	63
Memberships and Dues	250	-	250
Insurance	9,500	11,384	(1,884)
Utilities	1,750	4,597	(2,847)
Maintenance and Repairs	12,000	5,346	6,654
Training and Other Expense	2,750	5,707	(2,957)
Miscellaneous	3,000	115	2,885
Capital Outlay	33,000	29,685	3,315
Equipment Replacement	<u>5,000</u>	<u>3,360</u>	<u>1,640</u>
Total	<u>137,500</u>	<u>139,482</u>	<u>(1,982)</u>
<u>Excess Revenues (Expenditures)</u>	<u>13,575</u>	<u>17,268</u>	<u>3,693</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 4

Page 2

Statement of Revenues, Expenditures and Changes in Fund Balance

Fire Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In	-	-	-
Operating Transfers Out	<u>(13,575)</u>	<u>(29,000)</u>	<u>(15,425)</u>
Total	<u>(13,575)</u>	<u>(29,000)</u>	<u>(15,425)</u>
<u>Excess Revenues (Expenditures) and Other Financing Sources (Uses)</u>	<u>\$ -</u>	(11,732)	<u>\$ (11,732)</u>
<u>Fund Balance</u> – Beginning of Year		<u>213,281</u>	
<u>Fund Balance</u> – End of Year		<u>\$ 201,549</u>	

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 5

Statement of Revenues, Expenditures and Changes in Fund Balance

Public Improvement Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Taxes:			
Current Property Taxes	\$ 139,000	\$ 84,721	\$ (54,279)
Delinquent Property Taxes	16,000	9,108	(6,892)
State Grant:			
Metro Act	-	744	744
Interest and Rents:			
Earned Interest	<u>6,000</u>	<u>2,673</u>	<u>(3,327)</u>
Total	<u>161,000</u>	<u>97,246</u>	<u>(63,754)</u>
<u>Expenditures</u>			
Roads	<u>161,000</u>	<u>79,050</u>	<u>81,950</u>
Total	<u>161,000</u>	<u>79,050</u>	<u>81,950</u>
<u>Excess Revenues (Expenditures)</u>	<u>\$ -</u>	18,196	<u>\$ 18,196</u>
<u>Fund Balance</u> -- Beginning of Year		<u>150,920</u>	
<u>Fund Balance</u> -- End of Year		<u>\$ 169,116</u>	

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 6

Statement of Revenues, Expenditures and Changes in Fund Balance

Fire Equipment Replacement Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Interest and Rents:			
Earned Interest	\$ -	\$ 1,712	\$ 1,712
Total	-	1,712	1,712
<u>Expenditures</u>	-	-	-
Total	-	-	-
<u>Excess Revenues (Expenditures)</u>	-	1,712	1,712
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In	-	20,000	20,000
Operating Transfers Out	-	-	-
Total	-	20,000	20,000
<u>Excess Revenues (Expenditures) and Other Financing Sources (Uses)</u>	\$ -	21,712	\$ 21,712
<u>Fund Balance</u> – Beginning of Year		77,319	
<u>Fund Balance</u> – End of Year		\$ 99,031	

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 7

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget Stabilization Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Interest and Rents:			
Earned Interest	\$ <u>3,500</u>	\$ <u>1,158</u>	\$ <u>(2,342)</u>
Total	<u>3,500</u>	<u>1,158</u>	<u>(2,342)</u>
<u>Expenditures</u> – Capital Outlay	<u>87,514</u>	<u>87,514</u>	<u>-</u>
Total	<u>87,514</u>	<u>87,514</u>	<u>-</u>
<u>Excess Revenues (Expenditures)</u>	<u>(84,014)</u>	<u>(86,356)</u>	<u>(2,342)</u>
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In	<u>-</u>	<u>-</u>	<u>-</u>
Operating Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>
<u>Excess Revenues (Expenditures) and Other Financing Sources (Uses)</u>	(1) <u>\$ (84,014)</u>	<u>(86,356)</u>	<u>\$ (2,342)</u>
<u>Fund Balance</u> – Beginning of Year		<u>125,105</u>	
<u>Fund Balance</u> – End of Year		<u>\$ 38,749</u>	

(1) Budgeted from Fund Balance

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 8

Statement of Revenues, Expenditures and Changes in Fund Balance

Longevity Fund

For the Year Ended March 31, 2004

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Interest and Rents: Earned Interest	\$ -	\$ 220	\$ 220
Total	-	220	220
<u>Expenditures</u>	-	-	-
Total	-	-	-
<u>Excess Revenues (Expenditures)</u>	-	220	220
<u>Other Financing Sources (Uses)</u>			
Operating Transfers In	-	9,000	9,000
Operating Transfers Out	-	-	-
Total	-	9,000	9,000
<u>Excess Revenues (Expenditures) and Other Financing Sources (Uses)</u>	\$ -	9,220	\$ 9,220
<u>Fund Balance</u> – Beginning of Year		10,000	
<u>Fund Balance</u> – End of Year		\$ 19,220	

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 9

Combining Statement of Changes in Assets and Liabilities

All Agency Funds – Current Tax collections

For the Year Ended March 31, 2004

	<u>Balance</u> <u>3/31/03</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>3/31/04</u>
<u>Assets</u>				
Cash in Bank	\$ 3,991	\$ 2,499,976	\$ 2,503,958	\$ 9
Total Assets	\$ 3,991	\$ 2,499,976	\$ 2,503,958	\$ 9
<u>Liabilities</u>				
Undistributed Taxes, Fees and Interest	\$ 3,991	\$ 2,499,976	\$ 2,503,958	\$ 9
Total Liabilities	\$ 3,991	\$ 2,499,976	\$ 2,503,958	\$ 9

The Notes to the Financial Statements are an integral part of this system.

Tobin & Co.

Central Lake Township

Schedule 10

Page 1

Statement of Changes in General Fixed Assets

For the Year Ended March 31, 2004

	Balance 3/31/03	Additions	Deductions	Balance 3/31/04
<u>Land and Improvements</u>				
Cameron St. Property	\$ 11,452	\$ -	\$ -	\$ 11,452
Waste Receiving Station	11,000	-	-	11,000
Southern Cemetery	17,000	-	-	17,000
Bay View Cemetery	3,000	-	-	3,000
Lake Right of Ways	9,500	-	-	9,500
South Main	-	87,514	-	87,514
Land Improvements	<u>2,692</u>	<u>-</u>	<u>-</u>	<u>2,692</u>
Total	<u>\$ 54,644</u>	<u>\$ 87,514</u>	<u>\$ -</u>	<u>\$ 142,158</u>
<u>Buildings</u>				
Main Street	\$ 17,500	\$ -	\$ -	\$ 17,500
Cameron Street	137,259	-	-	137,259
Southern Cemetery Garage	5,000	-	-	5,000
Southern Cemetery Vault	2,500	-	-	2,500
Southern Cemetery Storage	500	-	-	500
Waste Receiving Buildings	13,588	-	-	13,588
Fire Barn	117,712	14,528	-	132,240
Townhall	<u>448,356</u>	<u>-</u>	<u>-</u>	<u>448,356</u>
Total	<u>\$ 742,415</u>	<u>\$ 14,528</u>	<u>\$ -</u>	<u>\$ 756,943</u>
<u>Equipment</u>				
Township Equipment	\$ 164,447	\$ 6,402	\$ -	\$ 170,849
Fire Dept. Radios	30,257	-	-	30,257
Fire Dept. Office Equipment	7,503	-	-	7,503
Fire Dept. Other Equipment	<u>231,627</u>	<u>15,157</u>	<u>-</u>	<u>246,784</u>
Total	<u>\$ 433,834</u>	<u>\$ 21,559</u>	<u>\$ -</u>	<u>\$ 455,393</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 10

Page 2

Statement of Changes in General Fixed Assets

For the Year Ended March 31, 2004

	Balance 3/31/03	Additions	Deductions	Balance 3/31/04
<u>Vehicles</u>				
Township Bull Dozer	\$ 2,000	\$ -	\$ -	\$ 2,000
Fire – Seagraves #4420	36,000	-	-	36,000
Fire – Tanker \$4430	16,000	-	-	16,000
Fire – Pickup #4450	5,350	-	-	5,350
Fire – Mack #4421	29,552	-	-	29,552
Fire – Pickup	3,500	-	-	3,500
Fire – Pumper Truck	155,540	-	-	155,540
Fire – 1994 Ford Pickup	10,500	-	-	10,500
Fire – Pumper Truck	154,938	-	-	154,938
Fire – Truck	36,000	-	-	36,000
Fire – Ford Truck	40,480	-	-	40,480
Township – 1998 Chev Pickup	17,962	-	-	17,962
Total	\$ 507,822	\$ -	\$ -	\$ 507,822
<u>Grand Total</u>	<u>\$ 1,738,715</u>	<u>\$ 123,601</u>	<u>\$ -</u>	<u>\$ 1,862,316</u>

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 11

2003 Property Tax Levy and Collections

For the Year Ended March 31, 2004

	<u>Millage Rate</u>	<u>Adjusted Levy</u>	<u>Collected</u>	<u>Returned Delinquent</u>
County Tax				
Operating	5.1467	\$ 485,074	\$ 441,690	\$ 43,384
Commission on Aging	0.3811	35,908	32,696	3,212
Medical Care Facility	0.6900	65,022	59,207	5,815
School District Tax				
Central Lake	19.5000	976,461	888,925	87,536
Ellsworth	19.1728	1,225	580	645
Intermediate School District	2.6854	253,081	230,444	22,637
State Education Tax	5.0000	471,254	446,988	24,266
District Library	0.3500	32,901	29,972	2,929
Township Taxes:				
General	0.9529	89,801	81,769	8,032
Fire	1.6500	150,988	137,254	13,734
Roads	0.9873	93,043	84,721	8,322
Ambulance	0.4936	46,511	42,351	4,160
Administration Fee	1.00%	<u>25,484</u>	<u>23,379</u>	<u>2,105</u>
Total		<u>\$ 2,726,753</u>	<u>\$ 2,499,976</u>	<u>\$ 226,777</u>
State Equalized Value		\$158,984,686		
Taxable Value		\$ 94,341,719		
Percent of Levy Collected		91.68%		

The Notes to the Financial Statements are an integral part of this statement.

Tobin & Co.

Central Lake Township

Schedule 12

Statement of Revenues and Expenditures

Property Tax Administration Fees

For the Year Ended March 31, 2004

Revenues

Property Tax Administration Fees	\$ 26,164
Total Revenues	<u>26,164</u>

Expenditures

Assessor Expense (100%)	21,223
Board of Review Expense (100%)	1,319
Treasurer Expense (40%)	<u>8,812</u>
Total Expenditures	<u>31,354</u>

Excess Revenues (Expenditures) (5,190)

Accumulated Excess Revenues (Expenditures) – Prior Year (72,190)

Accumulated Excess Revenues (Expenditures) – Accumulated \$ (77,380)

The Notes to the Financial Statements are an integral part of this statement.